

COPY

Abbreviated Financial Statements
for the Year Ended 31 December 2001
for
Hedley Davies & Co Limited



Ashmole & Co
Chartered Certified Accountants
Registered Auditors
Williamston House
7 Goat Street
Haverfordwest

Hedley Davies & Co Limited

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for the Year Ended 31 December 2001**

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Hedley Davies & Co Limited
Company Information
for the Year Ended 31 December 2001

DIRECTORS:	I J Ace M O Neal S James
SECRETARY:	M.O. Neal
REGISTERED OFFICE:	2 Holloway Haverfordwest Pembrokeshire SA61 2JL
REGISTERED NUMBER:	03124777 (England and Wales)
AUDITORS:	Ashmole & Co Chartered Certified Accountants Registered Auditors Williamston House 7 Goat Street Haverfordwest
BANKERS:	H.S.B.C. High Street Haverfordwest Pembrokeshire
SOLICITORS:	Bissmire Fudge & Co Market Street Haverfordwest Pembrokeshire

Hedley Davies & Co Limited

**Report of the Independent Auditors to
Hedley Davies & Co Limited
Under Section 247B of the Companies Act 1985**

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 31 December 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.



Ashmole & Co
Chartered Certified Accountants
Registered Auditors
Williamston House
7 Goat Street
Haverfordwest

Dated: 5/07/02

Hedley Davies & Co Limited

Abbreviated Balance Sheet
31 December 2001

		31.12.01		31.12.00	
	Notes	£	£	£	£
FIXED ASSETS:					
Tangible assets	2		30,642		33,717
CURRENT ASSETS:					
Debtors		175,027		196,004	
Cash at bank and in hand		201,682		129,522	
		376,709		325,526	
CREDITORS: Amounts falling due within one year	3	374,627		328,370	
NET CURRENT ASSETS/(LIABILITIES):			2,082		(2,844)
TOTAL ASSETS LESS CURRENT LIABILITIES:			32,724		30,873
CREDITORS: Amounts falling due after more than one year	3		23,233		22,310
			£9,491		£8,563
CAPITAL AND RESERVES:					
Called up share capital	4		1,000		1,000
Profit and loss account			8,491		7,563
SHAREHOLDERS' FUNDS:			£9,491		£8,563

These abbreviated financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

ON BEHALF OF THE BOARD:


J Ace - DIRECTOR

Approved by the Board on 17/02

The notes form part of these financial statements

Hedley Davies & Co Limited

**Notes to the Abbreviated Financial Statements
for the Year Ended 31 December 2001**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Revenue and expenses recognition

It is impractical to devise accounting policies which consistently match revenue from brokerage with the related expenses. Accordingly, the following basis are adopted:

i) Turnover - turnover represents brokerage and fees which are taken to credit when debit or fee notes are issued irrespective of the inception date or period of insurance, with the exception of life commission which is credited when received. Alterations in brokerage arising from return and additional premiums and adjustments are taken into account as and when these adjustments occur.

ii) Expenses - expenses are written off as incurred.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery etc	- 15% on reducing balance, 10% on reducing balance, Straight line over 7 years and Straight line over 5 years
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Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Pensions

The company operates a defined contribution pension scheme. Contributions payable for the year are charged in the profit and loss account.

Hedley Davies & Co Limited

Notes to the Abbreviated Financial Statements for the Year Ended 31 December 2001

2. TANGIBLE FIXED ASSETS

	Total
	<u>£</u>
COST:	
At 1 January 2001	75,765
Additions	18,035
Disposals	<u>(15,870)</u>
At 31 December 2001	<u>77,930</u>
DEPRECIATION:	
At 1 January 2001	42,048
Charge for year	12,184
Eliminated on disposals	<u>(6,944)</u>
At 31 December 2001	<u>47,288</u>
NET BOOK VALUE:	
At 31 December 2001	<u>30,642</u>
At 31 December 2000	<u>33,717</u>

3. CREDITORS

The following secured debts are included within creditors:

	31.12.01	31.12.00
	<u>£</u>	<u>£</u>
Bank overdrafts	<u>18,880</u>	<u>-</u>

4. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.12.01	31.12.00
			<u>£</u>	<u>£</u>
1,000	Ordinary	£1	<u>1,000</u>	<u>1,000</u>